

2267

RECEIVED
LEGISLATIVE AUDITOR
2002 JAN -2 AM 11:48

~~Parish Clerk of Court
The report shall be
available for inspection at the
office of the Legislative Auditor not less
than one year from the date of receipt.~~
Legislative Auditor

TOWN OF IOTA, LOUISIANA
FINANCIAL REPORT
June 30, 2001

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/16/02

C O N T E N T S

	Exhibit or Schedule	Page
INDEPENDENT AUDITOR'S REPORT	-	1 and 2
General purpose financial statements (combined statements - overview)		
Combined balance sheet - all fund types and account groups	A	4 - 7
Combined statement of revenues, expenditures, and changes in fund balances - all governmental fund types	B	8 and 9
Combined statement of revenues, expenditures, and changes in fund balances - budget (GAAP basis) and actual - general and special revenue fund types	C	10 and 11
Statements of revenues, expenses and changes in retained earnings - proprietary fund type	D	12
Statement of cash flows - proprietary fund type	E	13 and 14
Notes to financial statements	-	15 - 27
Financial statements of individual funds		
General Fund:		
Balance sheets	A-1	32
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	A-2	33 - 35
Statement of expenditures, compared to budget (GAAP basis)	A-3	36 - 37
Special Revenue Fund:		
Sales Tax Fund:		
Balance sheets	B-1	40
Statement of revenues, expenditures, and changes in fund balance - budget (GAAP basis) and actual	B-2	41- 42
Enterprise Fund:		
Combined Utilities Fund -		
Balance sheets	C-1	44 and 45
Statement of revenues and expenses - budget (GAAP basis) and actual	C-2	46 - 48
Statements of changes in retained earnings	C-3	49
Schedule of cash receipts and disbursements - restricted accounts required by bond ordinance	C-4	50

C O N T E N T S

	Exhibit or Schedule	Page
Fiduciary Fund:		
Statement of changes in assets and liabilities - payroll fund	D-1	52
General Fixed Assets Account Group:		
Statement of changes in general fixed assets	E-1	54
General Long-Term Debt Account Group:		
Statement of general long-term debt	F-1	56
SUPPLEMENTARY INFORMATION		
Combined schedule of investments - all funds	1	59
Schedule of insurance in force	2	60 and 61
Schedule of compensation paid to Mayor/Board of Aldermen	3	62
Schedule of aged accounts receivable	4	63
Schedule of utility rates	5	64
Schedule of customers	6	65
REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS		
	-	67 and 68
REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133		
	-	69 and 70
Schedule of findings and questioned costs	7	71
Schedule of prior year findings	8	72
Supplementary Schedule of Expenditures of Federal Awards	9	74 and 75



BROUSSARD, POCHE, LEWIS & BREAUX, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

122 East 5th St.
P.O. Drawer 307
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930

Opelousas, LA
(337) 942-5217

Abbeville, LA
(337) 898-1497

New Iberia, LA
(337) 364-4554

Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stugno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Babineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. Breaux, CPA*
Fayella T. Dupre, CPA*
Mury A. Castille, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poche, CPA 1984
James H. Breaux, CPA 1987
Erna R. Walton, CPA 1988
George A. Lewis, CPA* 1992
Geraldine J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999

Members of American Institute of
Certified Public Accountants
Society of Louisiana Certified
Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable John D. Sittig, Mayor
and the Board of Aldermen
Town of Iota, Louisiana

We have audited the accompanying general purpose financial statements of the Town of Iota, Louisiana, as of and for the year ended June 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the Town of Iota's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Town of Iota, Louisiana, as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2001 on our consideration of the Town of Iota's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

To the Honorable John D. Sittig, Mayor
and the Board of Aldermen
Town of Iota, Louisiana

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Town of Iota, Louisiana. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget's Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general purpose financial statements taken as a whole.

BROUSSARD, POCHÉ, LEWIS & BREAU, L.L.P.

Crowley, Louisiana
November 30, 2001

GENERAL PURPOSE FINANCIAL STATEMENTS
(Combined Statements - Overview)

TOWN OF IOTA, LOUISIANA

COMBINED BALANCE SHEET -
ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2001

With Comparative Totals for June 30, 2000

ASSETS	<u>Governmental Fund Types</u>	
	<u>General</u>	<u>Special Revenue</u>
Cash and cash equivalents	\$ 65,842	\$ 67,839
Certificates of deposit	-	144,828
Accounts receivable	-	12,117
Accrued interest receivable	-	453
Grants receivable	3,425	-
Other receivables	88	-
Due from other funds	15,118	-
Inventories, at cost	-	-
Prepaid expenses	-	-
Restricted assets:		
Cash and cash equivalents	-	-
Certificates of deposit	-	-
Fixed assets (net of accumulated depreciation)	-	-
Amount available for debt retirement	-	-
Amount to be provided for retirement of general long-term debt	-	-
Total assets	<u>\$ 84,473</u>	<u>\$ 225,237</u>

See Notes to Financial Statements.

Exhibit A

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals	
		General Fixed Assets	General Long-Term Debt	(Memorandum Only)	
Enterprise	Agency			2001	2000
\$ 80,621	\$ 11,814	\$ -	\$ -	\$ 226,116	\$ 190,852
-	-	-	-	144,828	168,641
43,722	-	-	-	55,839	61,382
674	-	-	-	1,127	1,127
89,834	-	-	-	93,259	2,848
247	-	-	-	335	335
9,202	-	-	-	24,320	19,105
25,976	-	-	-	25,976	22,662
1,959	-	-	-	1,959	1,959
35,845	-	-	-	35,845	33,071
36,458	-	-	-	36,458	35,041
1,926,173	-	666,514	-	2,592,687	2,297,433
-	-	-	7,631	7,631	6,468
-	-	-	7,369	7,369	18,532
<u>\$2,250,711</u>	<u>\$ 11,814</u>	<u>\$ 666,514</u>	<u>\$ 15,000</u>	<u>\$3,253,749</u>	<u>\$2,859,456</u>

(Continued)

TOWN OF IOTA, LOUISIANA

COMBINED BALANCE SHEET -
ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2001

With Comparative Totals for June 30, 2000

	<u>Governmental Fund Types</u>	
	<u>General</u>	<u>Special Revenue</u>
LIABILITIES		
Accounts payable	\$ 6,369	\$ 2,244
Retainage payable	-	-
Sales tax payable	-	-
Other payables	2,512	-
Payable from restricted assets:		
Revenue bonds	-	-
Accrued interest	-	-
Customers' deposits	-	-
Due to other funds	-	-
General obligation bonds	-	-
Revenue bonds payable	-	-
Total liabilities	<u>\$ 8,881</u>	<u>\$ 2,244</u>
FUND EQUITY		
Contributed capital	\$ -	\$ -
Investment in general fixed assets	-	-
Retained earnings:		
Reserved for revenue bond retirement	-	-
Reserved for revenue bond contingency	-	-
Reserved for customer deposits	-	-
Unreserved	-	-
Fund balance:		
Reserved for debt retirement	7,631	-
Unreserved - undesignated	<u>67,961</u>	<u>222,993</u>
Total fund equity	<u>\$ 75,592</u>	<u>\$ 222,993</u>
Total liabilities and fund equity	<u>\$ 84,473</u>	<u>\$ 225,237</u>

See Notes to Financial Statements.

Exhibit A
(Continued)

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Debt	2001	2000
Enterprise	Agency				
\$ 106,324	\$ 52	\$ -	\$ -	\$ 114,989	\$ 25,491
21,518	-	-	-	21,518	-
563	-	-	-	563	670
6,545	1,262	-	-	10,319	8,744
7,307	-	-	-	7,307	6,969
2,615	-	-	-	2,615	2,615
37,598	-	-	-	37,598	35,710
13,820	10,500	-	-	24,320	19,105
-	-	-	15,000	15,000	25,000
673,582	-	-	-	673,582	680,889
<u>\$ 869,872</u>	<u>\$ 11,814</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ 907,811</u>	<u>\$ 805,193</u>
\$1,850,703	\$ -	\$ -	\$ -	\$1,850,703	\$1,509,771
-	-	666,514	-	666,514	643,074
11,830	-	-	-	11,830	13,645
4,644	-	-	-	4,644	2,752
8,308	-	-	-	8,308	6,421
(494,646)	-	-	-	(494,646)	(370,346)
-	-	-	-	7,631	6,468
-	-	-	-	290,954	242,478
<u>\$1,380,839</u>	<u>\$ -</u>	<u>\$ 666,514</u>	<u>\$ -</u>	<u>\$2,345,938</u>	<u>\$2,054,263</u>
<u>\$2,250,711</u>	<u>\$ 11,814</u>	<u>\$ 666,514</u>	<u>\$ 15,000</u>	<u>\$3,253,749</u>	<u>\$2,859,456</u>

TOWN OF IOTA, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

Year Ended June 30, 2001

With Comparative Totals for Year Ended June 30, 2000

	<u>General</u>
Revenues:	
Taxes	\$ 115,527
Licenses and permits	47,818
Intergovernmental revenues	30,310
Charges for services	510
Fines and forfeits	1,226
Investment income	895
Miscellaneous	<u>8,999</u>
Total revenues	<u>\$ 205,285</u>
Expenditures:	
Current operating:	
General government	\$ 45,777
Public safety	122,964
Highways and streets	34,636
Culture and recreation	6,647
Capital outlay	2,034
Debt service:	
Principal retirement	10,000
Interest and fiscal charges	<u>1,637</u>
Total expenditures	<u>\$ 223,695</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (18,410)</u>
Other financing sources (uses):	
Transfers to other funds	\$ -
Transfers from other funds	31,664
Proceeds from the sale of assets	<u>1,687</u>
Total other financing sources (uses)	<u>\$ 33,351</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>\$ 14,941</u>
Fund balances, beginning	<u>60,651</u>
Fund balances, ending	<u><u>\$ 75,592</u></u>

See Notes to Financial Statements.

Exhibit B

Special Revenue	Totals (Memorandum Only)	
	2001	2000
\$ 160,923	\$ 276,450	\$ 235,164
-	47,818	37,632
-	30,310	80,777
-	510	1,210
-	1,226	1,675
7,644	8,539	7,330
-	8,999	5,906
<u>\$ 168,567</u>	<u>\$ 373,852</u>	<u>\$ 369,694</u>
\$ 79,235	\$ 125,012	\$ 223,747
-	122,964	104,039
11,606	46,242	52,463
1,325	7,972	17,276
21,703	23,737	17,459
-	10,000	10,000
-	1,637	2,667
<u>\$ 113,869</u>	<u>\$ 337,564</u>	<u>\$ 427,651</u>
\$ 54,698	\$ 36,288	\$ (57,957)
\$ (20,000)	\$ (20,000)	\$ (64,500)
-	31,664	47,080
-	1,687	200
<u>\$ (20,000)</u>	<u>\$ 13,351</u>	<u>\$ (17,220)</u>
\$ 34,698	\$ 49,639	\$ (75,177)
<u>188,295</u>	<u>248,946</u>	<u>324,123</u>
<u>\$ 222,993</u>	<u>\$ 298,585</u>	<u>\$ 248,946</u>

TOWN OF IOTA, LOUISIANA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
GENERAL AND SPECIAL REVENUE FUND TYPES
Year Ended June 30, 2001

	General Fund		
	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
Revenues:			
Taxes	\$ 114,100	\$ 115,527	\$ 1,427
Licenses and permits	47,000	47,818	818
Intergovernmental revenues	29,950	30,310	360
Charges for services	500	510	10
Fines and forfeits	1,275	1,226	(49)
Investment income	800	895	95
Miscellaneous	5,180	8,999	3,819
Total revenues	<u>\$ 198,805</u>	<u>\$ 205,285</u>	<u>\$ 6,480</u>
Expenditures:			
Current operating:			
General government	\$ 53,065	\$ 45,777	\$ 7,288
Public safety	134,490	122,964	11,526
Highways and streets	30,785	34,636	(3,851)
Culture and recreation	4,750	6,647	(1,897)
Capital outlay	2,000	2,034	(34)
Debt service:			
Principal retirement	-	10,000	(10,000)
Interest and fiscal charges	1,650	1,637	13
Total expenditures	<u>\$ 226,740</u>	<u>\$ 223,695</u>	<u>\$ 3,045</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (27,935)</u>	<u>\$ (18,410)</u>	<u>\$ 9,525</u>
Other financing sources (uses):			
Transfers to other funds	\$ -	\$ -	\$ -
Transfers from other funds	31,000	31,664	664
Proceeds from the sale of assets	1,700	1,687	(13)
Total other financing sources (uses)	<u>\$ 32,700</u>	<u>\$ 33,351</u>	<u>\$ 651</u>
Excess of revenues and other financing sources over expenditures and other uses	<u>\$ 4,765</u>	<u>\$ 14,941</u>	<u>\$ 10,176</u>
Fund balances, beginning	<u>60,651</u>	<u>60,651</u>	<u>-</u>
Fund balances, ending	<u>\$ 65,416</u>	<u>\$ 75,592</u>	<u>\$ 10,176</u>

See Notes to Financial Statements.

Exhibit C

Special Revenue Funds			Totals (Memorandum Only)		
Budget	Actual	Variance- Favorable (Unfavorable)	Budget	Actual	Variance- Favorable (Unfavorable)
\$ 157,000	\$ 160,923	\$ 3,923	\$ 271,100	\$ 276,450	\$ 5,350
-	-	-	47,000	47,818	818
-	-	-	29,950	30,310	360
-	-	-	500	510	10
-	-	-	1,275	1,226	(49)
5,000	7,644	2,644	5,800	8,539	2,739
-	-	-	5,180	8,999	3,819
<u>\$ 162,000</u>	<u>\$ 168,567</u>	<u>\$ 6,567</u>	<u>\$ 360,805</u>	<u>\$ 373,852</u>	<u>\$ 13,047</u>
\$ 77,205	\$ 79,235	\$ (2,030)	\$ 130,270	\$ 125,012	\$ 5,258
-	-	-	134,490	122,964	11,526
10,000	11,606	(1,606)	40,785	46,242	(5,457)
1,370	1,325	45	6,120	7,972	(1,852)
22,000	21,703	297	24,000	23,737	263
-	-	-	-	10,000	(10,000)
-	-	-	1,650	1,637	13
<u>\$ 110,575</u>	<u>\$ 113,869</u>	<u>\$ (3,294)</u>	<u>\$ 337,315</u>	<u>\$ 337,564</u>	<u>\$ (249)</u>
\$ 51,425	\$ 54,698	\$ 3,273	\$ 23,490	\$ 36,288	\$ 12,798
\$ (20,000)	\$ (20,000)	\$ -	\$ (20,000)	\$ (20,000)	\$ -
-	-	-	31,000	31,664	664
-	-	-	1,700	1,687	(13)
<u>\$ (20,000)</u>	<u>\$ (20,000)</u>	<u>\$ -</u>	<u>\$ 12,700</u>	<u>\$ 13,351</u>	<u>\$ 651</u>
\$ 31,425	\$ 34,698	\$ 3,273	\$ 36,190	\$ 49,639	\$ 13,449
188,295	188,295	-	248,946	248,946	-
<u>\$ 219,720</u>	<u>\$ 222,993</u>	<u>\$ 3,273</u>	<u>\$ 285,136</u>	<u>\$ 298,585</u>	<u>\$ 13,449</u>

TOWN OF IOTA, LOUISIANA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS - PROPRIETARY FUND TYPE
Years Ended June 30, 2001 and 2000

	Combined Utilities Fund	
	<u>2001</u>	<u>2000</u>
Operating revenues:		
Charges for services	\$ 535,358	\$ 438,483
Miscellaneous	6,518	887
Total operating revenues	<u>\$ 541,876</u>	<u>\$ 439,370</u>
Operating expenses:		
Personal services	\$ 155,671	\$ 142,021
Fuel purchased	198,818	87,453
Supplies and materials	31,200	30,520
Utilities	24,021	18,499
Depreciation	110,402	109,026
Benefit payments	18,280	17,368
Other	115,059	101,088
Total operating expenses	<u>\$ 653,451</u>	<u>\$ 505,975</u>
Operating loss	<u>\$ (111,575)</u>	<u>\$ (66,605)</u>
Non-operating revenues (expenses):		
Investment income	\$ 3,233	\$ 3,229
Interest expense	(32,522)	(34,403)
Grant income	10,630	-
Gain on sale of fixed assets	-	250
Total non-operating expenses	<u>\$ (18,659)</u>	<u>\$ (30,924)</u>
Loss before operating transfers	<u>\$ (130,234)</u>	<u>\$ (97,529)</u>
Operating transfers:		
Operating transfers in	\$ 10,000	\$ 19,500
Operating transfers out	(21,664)	(2,080)
Total operating transfers	<u>\$ (11,664)</u>	<u>\$ 17,420</u>
Net loss	<u>\$ (141,898)</u>	<u>\$ (80,109)</u>
Depreciation transferred to contributions	<u>19,562</u>	<u>15,789</u>
Decrease in retained earnings	<u>\$ (122,336)</u>	<u>\$ (64,320)</u>
Retained deficit, beginning	<u>(347,528)</u>	<u>(283,208)</u>
Retained deficit, ending	<u>\$ (469,864)</u>	<u>\$ (347,528)</u>

See Notes to Financial Statements.

TOWN OF IOTA, LOUISIANA
 STATEMENTS OF CASH FLOWS -
 PROPRIETARY FUND TYPE
 Years Ended June 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Operating loss	\$ (111,575)	\$ (66,605)
Adjustment to reconcile operating loss to net cash provided by operations:		
Depreciation	110,402	109,026
Change in assets and liabilities:		
Decrease (increase) in accounts receivable	8,728	(2,423)
Decrease (increase) in grant receivable	(89,834)	3,315
Increase in other receivables	-	(1)
Increase in due from other funds	-	(2,883)
Increase in inventories	(3,314)	(9,322)
Decrease in prepaid expenses	-	2,426
Increase (decrease) in accounts payable	91,797	(73)
Increase in retainage payable	21,518	-
Increase (decrease) in sales tax payable	(107)	8
Increase in due to other funds	6,322	617
Increase in customer deposits	1,888	1,491
Increase in accrued payroll	<u>1,156</u>	<u>796</u>
Net cash provided by operating activities	<u>\$ 36,981</u>	<u>\$ 36,372</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Operating transfers in from other funds	\$ 10,000	\$ 19,500
Operating transfers out to other funds	<u>(21,664)</u>	<u>(2,080)</u>
Net cash provided (used) by noncapital financing activities	<u>\$ (11,664)</u>	<u>\$ 17,420</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Principal paid on revenue bond maturities	\$ (6,969)	\$ (5,089)
Interest paid	(32,522)	(34,403)
Grant income	10,630	-
Capital contributions - rural development	94,855	15,440
Capital contributions - LCDBG	<u>265,639</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>\$ 331,633</u>	<u>\$ (24,052)</u>
Subtotals forward	<u>\$ 356,950</u>	<u>\$ 29,740</u>

TOWN OF IOTA, LOUISIANA

STATEMENTS OF CASH FLOWS -
PROPRIETARY FUND TYPE
Years Ended June 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Subtotals forwarded	\$ <u>356,950</u>	\$ <u>29,740</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of investments	\$ 30,039	\$ 250
Purchase of investments	-	(2,805)
Purchase of fixed assets	(382,216)	(17,060)
Investment income	<u>3,233</u>	<u>3,229</u>
Net cash used by investing activities	\$ <u>(348,944)</u>	\$ <u>(16,386)</u>
Net increase (decrease) in cash and cash equivalents	\$ 8,006	\$ 13,354
Cash and cash equivalents, beginning of year (Including \$33,071 and \$23,484 in restricted cash as of June 30, 2000 and 1999, respectively)	<u>108,460</u>	<u>95,106</u>
Cash and cash equivalents, end of year (Including \$35,845 and \$33,071 in restricted cash as of June 30, 2001 and 2000, respectively)	\$ <u>116,466</u>	\$ <u>108,460</u>

See Notes to Financial Statements.

TOWN OF IOTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

The Town of Iota, Louisiana, (the Town) was incorporated in 1902, under the provisions of the Lawrason Act. The City operates under a Mayor - Board of Aldermen form of government and provides the following services to the residents of the City of Crowley as authorized by its charter: public safety (police, highways and streets, fire), sanitation, culture and recreation, public improvements, planning and zoning, and general administrative services.

The accompanying financial statements of the Town have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Town are described below:

Basis of presentation - fund accounting:

The Town uses funds and account groups to report on its financial position and the results of its operations. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the restrictions, if any, on the spending activities. The various funds are summarized by type and grouped in the financial statements of this report as follows:

Governmental Funds

Governmental funds are used to account for all or most of the governmental entity's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. Governmental funds include:

NOTES TO FINANCIAL STATEMENTS

General Fund:

The General Fund is the general operating fund of the Town and accounts for all financial resources except those required to be accounted for in another fund. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and capital improvement costs that are not paid through other funds are paid from the General Fund.

Special Revenue Funds:

Special revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

Proprietary Funds

Proprietary funds are reported in accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*. This standard requires that all applicable GASB pronouncements, Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989, be applied to proprietary activities unless they (FASB Statements and Interpretations, APB Opinions, and ARBs) conflict with or contradict GASB pronouncements.

GASB Statement No. 20 also states that for proprietary activities, management may elect to apply all FASB Statements and Interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements. Proprietary activities under the control of the City have elected not to apply FASB Statements and Interpretations issued after November 30, 1989, unless they are adopted by GASB.

Enterprise Funds:

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

NOTES TO FINANCIAL STATEMENTS

Fiduciary Funds

Fiduciary funds account for assets held by the governmental entity in a trustee capacity or as an agent on behalf of others.

Agency Fund:

The agency fund is purely custodial in nature (assets equal liabilities) and does not present results of operations or have a measurement focus. This fund is used to account for assets that the governmental entity holds for others in an agency capacity.

Account Groups

Account groups are reporting devices used to account for certain assets and liabilities of the governmental funds not recorded directly in those funds. The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with the measurement of the results of operations.

General Fixed Assets Account Group:

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in the governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized with general fixed assets, as these assets are immovable and of value only to the City.

In accordance with generally accepted accounting principles, no provision is made for depreciation of such assets in the General Fixed Assets Account Group.

All fixed assets are stated on the basis of historical cost. Assets acquired through gift or donation are recorded at their estimated fair value at time of acquisition.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on the proprietary fund balance sheets. Depreciation has been provided over the assets' estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	33 years
Improvements	10-22 years
Equipment	3-10 years

NOTES TO FINANCIAL STATEMENTS

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

General Long-Term Debt Account Group:

Long-term debt and long-term liabilities expected to be financed with resources to be provided in future periods from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

Basis of accounting - measurement focus:

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements; measurement focus refers to what is being measured. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The governmental, expendable trust, and agency funds use a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Their reported fund balance (net current assets) is considered a measure of "available spending resources." Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spending resources" during a period. The modified accrual basis of accounting is utilized by the governmental fund types. Their revenues are recognized when susceptible to accrual, i.e., when they become measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Taxpayer-assessed income, gross receipts, and sales taxes are considered measurable when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain. Expenditure-driven grant revenues are recorded when the qualifying expenditures have been incurred and all other grant requirements have been met. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, if

NOTES TO FINANCIAL STATEMENTS

measurable. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued because they do not vest or accumulate; and (2) principal and interest on general long-term debt which is recognized when due.

The proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The accrual basis of accounting is utilized by the proprietary fund types. Under this basis of accounting revenues are recognized when earned and expenses are recognized when the related liability is incurred.

Budgets and budgetary accounting:

The Town follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to July 1, the Mayor submits to the Town Council a proposed operating budget for the ensuing year. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at the Town Hall to obtain taxpayer comments.
3. The budget is legally enacted through passage of a resolution.
4. Budgets for the General, Special Revenue, and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Budget amendments require Board approval. Amendments to the budget are presented to the Board by the Mayor and the Clerk for approval as deemed necessary during the year.
6. The budget is employed as a management control device during the year for the General Fund, Special Revenue Funds, and Enterprise Fund.

All Budget appropriations lapse at year end.

The budget presented is as amended by the Board of Aldermen. Expenditures may not legally exceed budgeted appropriations at the fund type level.

NOTES TO FINANCIAL STATEMENTS

Encumbrances:

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is not utilized by the Town.

Comparative data:

Comparative totals for the prior year have been presented in the accompanying primary government financial statements in order to provide an understanding of changes in the Town's financial position and operations. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

Total columns on combined statements:

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Reclassifications:

To be consistent with current year classifications, some items from the previous year have been reclassified, with no effect on net income or excess (deficiency) of revenues over expenditures.

Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

Inventories:

Inventory is valued at the lower of cost or market using the first-in, first-out (FIFO) method.

NOTES TO FINANCIAL STATEMENTS

Bad debts:

Uncollectible amounts due from customers' utility receivables are recognized as bad debts by use of the direct write-off method at the time information becomes available which would indicate the uncollectibility of the particular receivable.

Cash and investments:

For purposes of reporting, the Town considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

In accordance with GASB Statement No. 31, investments not meeting the criteria specified in the Statement are stated at cost.

Short-term interfund receivables/payables:

During the course of operations, numerous transactions occur between individual funds for goods and services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

Long-term obligations:

Long-term obligations expected to be financed from governmental funds are reported in the General Long-Term Debt Account Group. Expenditures for principal and interest payments for long-term obligations are recognized in the governmental funds when due.

Fund equity:

Reservations of fund balance represent amounts that are not appropriable or legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The purpose for each is indicated by the account title on the face of the balance sheet.

Transactions between funds:

Quasi-external transactions are accounted for as revenues and expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. Legally authorized interfund transactions, except quasi-external transactions and reimbursements, are treated as operating transfers and are included in the results of operations.

NOTES TO FINANCIAL STATEMENTS

Note 2. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 15 and are payable by December 31. The Town bills and collects its own property taxes. Property tax revenues are recognized when levied to the extent that they result in current receivables.

The Town levies taxes at 27 mills on the dollar of assessed valuation of property. For the year ended June 30, 2001, the assessed valuation of property amounted to \$2,329,350. Taxes levied are dedicated to general corporate purposes, street maintenance, public drainage, and bridges.

Note 3. Changes in General Fixed Assets

A summary of changes in general fixed assets follows:

	Balance June 30, 2000	Additions	Deletions	Balance June 30, 2001
Land	\$ 31,847	\$ -	\$ -	\$ 31,847
Building and improvements	72,027	-	-	72,027
Improvements other than buildings	321,744	-	-	321,744
Equipment	<u>217,456</u>	<u>26,940</u>	<u>3,500</u>	<u>240,896</u>
Total general fixed assets	<u>\$ 643,074</u>	<u>\$ 26,940</u>	<u>\$ 3,500</u>	<u>\$ 666,514</u>

A summary of proprietary fund type property, plant, and equipment at June 30, 2001 follows:

	<u>Enterprise</u>
Land	\$ 25,125
Buildings	81,332
Distribution systems	1,709,851
Equipment	102,154
Water treatment	<u>1,333,414</u>
Total property, plant, and equipment	\$3,251,876
Less accumulated depreciation	<u>1,325,703</u>
Net property, plant, and equipment	<u>\$1,926,173</u>

NOTES TO FINANCIAL STATEMENTS

Note 4. Changes in Long-Term Debt Obligations

The following is a summary of changes in long-term debt obligations for the year ended June 30, 2001:

	Revenue	Series 1993 General Obligation	Total
Beginning balances	\$687,858	\$ 25,000	\$712,858
Bonds retired	6,969	10,000	16,969
Ending balances	<u>\$680,889</u>	<u>\$ 15,000</u>	<u>\$695,889</u>

Long-term obligations at June 30, 2001, consisted of the following:

General obligation bonds: (secured by excess revenues of Town):

\$80,000 Public Improvement serial bonds due in annual installments of \$5,000 to \$10,000 through July 1, 2003, interest at 6-1/2% \$ 15,000

\$603,000 Utilities Series 1997A bonds due in monthly installments of \$2,835 through March 6, 2038, interest at 4.75% (this issue is being serviced - principal and interest - by the Combined Utilities Fund) \$ 586,536

\$97,000 Utilities Series 1997B bonds due in monthly installments of \$456 through April 6, 2038, interest 4.75% (this issue is serviced - principal and interest - by the Combined Utilities Fund) \$ 94,353

The debt service requirements to amortize all long-term debt obligations outstanding as of June 30, 2001 including interest payments of \$744,139 are as follows:

Years Ending June 30,	Revenue	General Obligation	Total
2002	\$ 39,492	\$ 10,989	\$ 50,481
2003	39,492	5,330	44,822
2004	39,492	-	39,492
2005	39,492	-	39,492
2006	39,492	-	39,492
2007 and thereafter	1,226,249	-	1,226,249
Totals	<u>\$1,423,709</u>	<u>\$ 16,319</u>	<u>\$1,440,028</u>

\$7,631 is available in the General Fund to service the general obligation bonds.

NOTES TO FINANCIAL STATEMENTS

There are a number of limitations and restrictions contained in the various bond indentures. The Town is in compliance with all significant limitations and restrictions with regards to both the Revenue and the General Obligation Bonds.

Note 5. Interfund Receivables and Payables

Interfund balances at June 30, 2001, consisted of the following individual fund receivables and payables:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Enterprise Fund:		
Combined Utilities Fund	\$ 9,202	\$ 13,820
Agency Fund:		
Payroll Fund	-	10,500
General Fund	<u>15,118</u>	<u>-</u>
Total interfund balances	<u>\$ 24,320</u>	<u>\$ 24,320</u>

Note 6. Flow of Funds; Restrictions on Use - 1% Sales and Use Tax

1967: The tax was levied for, and the proceeds dedicated, to the purpose of constructing, acquiring, extending, improving and/or maintaining sewers and sewage disposal works, a natural gas transmission system, drainage facilities, streets, waterworks, recreational facilities, public parks, public buildings and fire department stations and equipment, including fire engines, garbage collection and disposal facilities.

1991: The tax was levied for and the proceeds dedicated to the purpose of first constructing, acquiring, improving, maintaining and operating sewers and sewerage disposal works, including the acquisition of land and equipment for such purpose; and second to constructing, acquiring, improving, maintaining and operating any work of permanent public improvement.

Note 7. Flow of Funds; Restrictions on Uses - Utility Revenue Bonds

Under the terms of the bond indenture on outstanding utilities revenue bonds dated April 6, 1998, all income and revenues (hereinafter referred to as revenue) earned from the operation of the sewer system are to be deposited into an account designated as the "Sewer Revenue Fund" and said fund is to be maintained and administered in the following order of priority and for the following express purposes.

NOTES TO FINANCIAL STATEMENTS

- (a) The payment of all reasonable and necessary expenses of administering, operating and maintaining the sewer system from a fund designated as the "Maintenance and Operation Fund."
- (b) Each month there will be set aside into a "Sewer Revenue Bond Sinking Fund" \$2,835 for payment on Series 1997A Sewer Revenue Bonds and \$456 for payment on Series 1997B Sewer Revenue Bonds. Such transfers shall be made on or before the sixth day of each month, beginning May 6, 1999, to assure the prompt payment of principal and interest installments as they become due.
- (c) Each month, there shall also be set aside into a "Sewer Revenue Bond Reserve Fund" an amount constituting 5% of the amounts required to be paid into the aforesaid "Sinking Fund" each month until such time as there has been accumulated into the "Reserve Fund" an amount equal to the highest annual debt service payable in any future year. The total amount that must be accumulated in the "Reserve Fund" is \$39,492, consisting of \$34,020 for Series 1997A Sewer Revenue Bonds and \$5,472 for Series 1997B Sewer Revenue Bonds.
- (d) Funds will also be set aside into a "Capital Additions and Contingency Fund" to care for extensions, additions, improvements, renewals and replacements necessary to properly operate the utilities system. Transfers shall be made each month into this fund for \$172. Payments will continue as long as bonds are outstanding and the balance in this fund shall not be reduced without the permission of Rural Development.

Note 8. Deposits and Investments

For reporting purposes, cash and cash equivalents include demand deposits, interest-bearing demand deposits, and time deposits. Under State law, the Town may invest in United States bonds, treasury notes or certificates, or time certificates of deposit of State banks having their principal office in the State of Louisiana, or any other federally insured investment. The Town may also invest in shares of any homestead and building and loan association in any amount not exceeding the federally insured amount.

At June 30, 2001, the carrying value of the Town's cash deposits, including demand deposits and certificates of deposit, totaled \$443,247 and the bank balance totaled \$443,336. Of the bank balance, \$ 200,000 was covered by Federal Deposit Insurance Corporation (FDIC) coverage and \$243,247 was covered by collateral held by the custodial bank in the bank's name (Category III).

NOTES TO FINANCIAL STATEMENTS

Note 9. Deficit Fund Balance and Retained Earnings of Individual Funds

The Combined Utilities Fund has a deficit retained earnings balance of \$469,864. This deficit retained earnings balance is primarily due to depreciation expense taken each year. Management policy is to reduce this deficit retained earnings through annual net income of this utility fund.

Note 10. Rural Development

The Town received federal assistance through the Rural Development Office under the Community Facilities Loan Program for improvements to the sewer system and for the purchase of fixed assets for the sewer department. As of June 30, 2001, the funding to the Town consisted of both grant and loan monies. As of June 30, 2001, the new wastewater treatment plant was accepted as being substantially complete. Total federal funds received and expended under this project since its inception three years ago totaled \$1,238,685 at June 30, 2001. Of this amount, \$680,889 constitutes outstanding Sewer Revenue Bonds payable. The amount of funding received during the current year was \$103,713.

Note 11. Contingencies

As of June 30, 2001, the Town had a dispute over the accuracy of engineering fees charged for work performed on their proposal for construction of a new water plant. This proposal was previously defeated in a public election by Town citizens. It is the position of the Town that since the proposition put before the voters to issue bonds for the project failed, that the amounts billed are in error. The disputed fees total \$46,366. Since the Town's management feels that a successful prosecution is unlikely, no amounts have been provided for in the financial statements.

Note 12. Risk Management

The Town is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance.

Note 13. Reclassifications of Certain Items in Financial Statements

Certain items in the financial statements as of June 30, 2000 have been reclassified to be consistent with the classifications adopted for the year ended June 30, 2001 with no effect on net income or excess/deficiency of revenues over expenditures.

NOTES TO FINANCIAL STATEMENTS

Note 14. Contributed Capital and Retained Earnings

The change in the Town's contributed capital account for the enterprise fund is as follows:

Beginning balance, contributed capital	\$1,509,772
Add: Current year capital contribution	360,493
Less: Current year depreciation from contributed sources	<u>(19,562)</u>
Ending balance, contributed capital	<u>\$1,850,703</u>

Effective July 1, 1998, the Town has elected to apply GASB's Codification, Section G60.116 which allows enterprise funds to close out depreciation expense recognized on assets contributed by governments outside the financial reporting entity (i.e., grants, entitlements, or shared revenues) to contributed capital rather than to retained earnings.

Note 15. LCDBG Fire Grant

The Town received a grant through the Department of Housing and Urban Development for fire system water improvements in the amount of \$271,324. As of June 30, 2001, the fire system improvements are accepted as being substantially complete. The amount of funding received during the current year was \$267,411.

This page is intentionally left blank.

FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS

This page is intentionally left blank.

GENERAL FUND

To account for all financial resources traditionally associated with governments which are not required to be accounted for in another fund.

TOWN OF IOTA, LOUISIANA
GENERAL FUND

COMPARATIVE BALANCE SHEETS
June 30, 2001 and 2000

ASSETS	<u>2001</u>	<u>2000</u>
Cash and cash equivalents	\$ 65,842	\$ 56,523
Accounts receivable	-	-
Grant receivable	3,425	2,848
Other receivables	88	88
Due from other funds	<u>15,118</u>	<u>9,903</u>
Total assets	<u>\$ 84,473</u>	<u>\$ 69,362</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 6,369	\$ 6,395
Accrued expenses	<u>2,512</u>	<u>2,316</u>
Total liabilities	<u>\$ 8,881</u>	<u>\$ 8,711</u>
FUND BALANCE		
Reserved for debt service	7,631	6,468
Unreserved - undesignated	<u>67,961</u>	<u>54,183</u>
Total fund balance	<u>\$ 75,592</u>	<u>\$ 60,651</u>
Total liabilities and fund balance	<u>\$ 84,473</u>	<u>\$ 69,362</u>

TOWN OF IOTA, LOUISIANA
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001

With Comparative Actual Amounts for Year Ended June 30, 2000

	2001			2000
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Revenues:				
Taxes:				
Ad valorem taxes	\$ 61,000	\$ 62,882	\$ 1,882	\$ 61,619
Electric franchise tax	47,000	46,530	(470)	37,787
Telephone tax	4,800	4,806	6	4,569
Cable TV franchise	1,300	1,309	9	1,492
Total taxes	<u>\$114,100</u>	<u>\$115,527</u>	<u>\$ 1,427</u>	<u>\$105,467</u>
Licenses and permits:				
Occupational licenses	\$ 10,000	\$ 9,904	\$ (96)	\$ 11,066
Insurance licenses	35,000	35,934	934	25,038
Liquor licenses	1,300	1,300	-	1,100
Building permits	700	680	(20)	428
Total licenses and permits	<u>\$ 47,000</u>	<u>\$ 47,818</u>	<u>\$ 818</u>	<u>\$ 37,632</u>
Intergovernmental:				
Beer tax	\$ 3,000	\$ 2,903	\$ (97)	\$ 1,658
Tobacco tax	1,600	1,634	34	6,534
Gaming commissions	11,000	10,989	(11)	10,440
Grant revenue	14,350	14,784	434	62,145
Total intergovernmental	<u>\$ 29,950</u>	<u>\$ 30,310</u>	<u>\$ 360</u>	<u>\$ 80,777</u>
Charges for services:				
Court cost	\$ 500	\$ 510	\$ 10	\$ 1,210
Fines and forfeits:				
Fines	\$ 950	\$ 914	\$ (36)	\$ 1,535
Interest and penalties	325	312	(13)	140
Total fines and forfeits	<u>\$ 1,275</u>	<u>\$ 1,226</u>	<u>\$ (49)</u>	<u>\$ 1,675</u>
Total revenues (forward)	<u>\$192,825</u>	<u>\$195,391</u>	<u>\$ 2,566</u>	<u>\$226,761</u>

TOWN OF IOTA, LOUISIANA
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	2001			2000
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Total revenues (forwarded)	\$192,825	\$195,391	\$ 2,566	\$226,761
Investment income	800	895	95	672
Miscellaneous	\$ 5,180	\$ 8,999	\$ 3,819	\$ 5,906
Total revenues	\$198,805	\$205,285	\$ 6,480	\$233,339
Expenditures:				
Current operating:				
General government	\$ 53,065	\$ 45,777	\$ 7,288	\$112,121
Public safety	134,490	122,964	11,526	104,039
Highways and streets	30,785	34,636	(3,851)	51,916
Culture and recreation	4,750	6,647	(1,897)	2,246
Capital outlay	2,000	2,034	(34)	8,114
Debt service:				
Principal retirement	-	10,000	(10,000)	10,000
Interest and fiscal charges	1,650	1,637	13	2,667
Total expenditures	\$226,740	\$223,695	\$ 3,045	\$291,103
Deficiency of revenues over expenditures	\$ (27,935)	\$ (18,410)	\$ 9,525	\$ (57,764)
Other financing sources :				
Transfers from other funds	\$ 31,000	\$ 31,664	\$ 664	\$ 47,080
Proceeds from the sale of assets	1,700	1,687	(13)	200
Total other financing sources	\$ 32,700	\$ 33,351	\$ 651	\$ 47,280
Excess (deficiency) of revenues and other sources over expenditures (totals forward)	\$ 4,765	\$ 14,941	\$ 10,176	\$ (10,484)

TOWN OF IOTA, LOUISIANA
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	<u>2001</u>			<u>2000</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Actual</u>
Excess (deficiency) of revenues and other sources over expenditures (totals forwarded)	\$ 4,765	\$ 14,941	\$ 10,176	\$(10,484)
Fund balance, beginning	60,651	60,651	-	71,022
Residual equity transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>113</u>
Fund balance, ending	<u>\$ 65,416</u>	<u>\$ 75,592</u>	<u>\$ 10,176</u>	<u>\$ 60,651</u>

TOWN OF IOTA, LOUISIANA
GENERAL FUND

STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	<u>2001</u>			<u>2000</u>
	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)	<u>Actual</u>
General government:				
Salaries	\$ 18,800	\$ 18,900	\$ (100)	\$ 18,675
Payroll taxes	1,440	1,446	(6)	1,429
Auditing	5,000	4,917	83	4,967
Office supplies	-	-	-	274
Postage and telephone	3,175	2,727	448	3,280
Insurance	15,800	8,890	6,910	7,482
Utilities	3,800	3,844	(44)	3,636
Miscellaneous	3,150	2,992	158	70,133
Bridge expense	1,100	1,116	(16)	-
Repairs and maintenance	800	945	(145)	2,245
Total general government	<u>\$ 53,065</u>	<u>\$ 45,777</u>	<u>\$ 7,288</u>	<u>\$112,121</u>
Public safety:				
Police salaries	\$ 85,000	\$ 73,138	\$ 11,862	\$ 64,510
Payroll taxes	5,500	5,463	37	4,662
Auto	12,700	13,778	(1,078)	10,972
Telephone	2,100	2,087	13	2,381
Miscellaneous	6,590	7,171	(581)	3,521
Supplies	2,900	3,405	(505)	2,400
Insurance	15,000	11,775	3,225	11,780
Group insurance	1,500	2,995	(1,495)	2,738
Police auxiliary expenses	3,200	3,152	48	1,075
Total public safety	<u>\$134,490</u>	<u>\$122,964</u>	<u>\$ 11,526</u>	<u>\$104,039</u>
Highways and streets:				
Supplies and materials	\$ 9,500	\$ 9,685	\$ (185)	\$ 28,249
Repairs and maintenance	7,400	7,433	(33)	4,948
Gas, oil, and tires	(85)	186	(271)	1,856
Utilities	12,000	14,779	(2,779)	12,671
Insurance	1,400	1,983	(583)	2,221
Miscellaneous	570	570	-	1,971
Total highways and streets	<u>\$ 30,785</u>	<u>\$ 34,636</u>	<u>\$ (3,851)</u>	<u>\$ 51,916</u>
Subtotals forward	<u>\$218,340</u>	<u>\$203,377</u>	<u>\$ 14,963</u>	<u>\$268,076</u>

TOWN OF IOTA, LOUISIANA
GENERAL FUND

STATEMENT OF EXPENDITURES, COMPARED TO BUDGET (GAAP BASIS)
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	2001			2000
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Subtotals forwarded	<u>\$218,340</u>	<u>\$203,377</u>	<u>\$ 14,963</u>	<u>\$268,076</u>
Culture and recreation:				
Becnel Park expense	\$ 4,500	\$ 6,406	\$ (1,906)	\$ 2,106
Beautification expense	<u>250</u>	<u>241</u>	<u>9</u>	<u>140</u>
Total culture and recreation	<u>\$ 4,750</u>	<u>\$ 6,647</u>	<u>\$ (1,897)</u>	<u>\$ 2,246</u>
Capital outlay	<u>\$ 2,000</u>	<u>\$ 2,034</u>	<u>\$ (34)</u>	<u>\$ 8,114</u>
Debt service:				
Principal retirement	\$ -	\$ 10,000	\$ (10,000)	\$ 10,000
Interest	<u>1,650</u>	<u>1,637</u>	<u>13</u>	<u>2,667</u>
Total debt service	<u>\$ 1,650</u>	<u>\$ 11,637</u>	<u>\$ (9,987)</u>	<u>\$ 12,667</u>
Total expenditures	<u>\$226,740</u>	<u>\$223,695</u>	<u>\$ 3,045</u>	<u>\$291,103</u>

This page is intentionally left blank.

SPECIAL REVENUE FUND

To account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

SALES TAX FUND - to account for the collection and disbursement of the Town's two 1% sales and use taxes.

TOWN OF IOTA, LOUISIANA
SPECIAL REVENUE FUND
SALES TAX FUND

COMPARATIVE BALANCE SHEETS
June 30, 2001 and 2000

ASSETS	<u>2001</u>	<u>2000</u>
Cash and cash equivalents	\$ 67,839	\$ 46,162
Certificates of deposit	144,828	137,185
Accounts receivable	12,117	8,932
Accrued interest receivable	<u>453</u>	<u>453</u>
Total assets	<u>\$225,237</u>	<u>\$192,732</u>
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Accounts payable	\$ 2,244	\$ 4,437
FUND BALANCE	<u>222,993</u>	<u>188,295</u>
Total liabilities and fund balance	<u>\$225,237</u>	<u>\$192,732</u>

TOWN OF IOTA, LOUISIANA
SPECIAL REVENUE FUND
SALES TAX FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001

With Comparative Actual Amounts for Year Ended June 30, 2000

	<u>2001</u>			<u>2000</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Actual</u>
Revenues:				
Taxes:				
Sales tax	\$157,000	\$160,923	\$ 3,923	\$129,697
Investment income	<u>5,000</u>	<u>7,644</u>	<u>2,644</u>	<u>6,658</u>
Total revenues	<u>\$162,000</u>	<u>\$168,567</u>	<u>\$ 6,567</u>	<u>\$136,355</u>
Expenditures:				
Current:				
General government:				
Salaries	\$ 15,000	\$ 15,269	\$ (269)	\$ 14,549
Payroll taxes	1,200	1,176	24	1,113
Utilities	10,500	11,408	(908)	7,933
Engineering fees	2,200	2,236	(36)	2,246
Collection fees	800	1,760	(960)	2,882
Printing, stationery and supplies	4,250	4,320	(70)	5,605
Repairs and maintenance	25,600	26,525	(925)	61,096
Audit fees	5,000	4,917	83	5,242
Insurance	1,700	496	1,204	1,074
Miscellaneous	<u>10,955</u>	<u>11,128</u>	<u>(173)</u>	<u>9,886</u>
Total general government	<u>\$ 77,205</u>	<u>\$ 79,235</u>	<u>\$ (2,030)</u>	<u>\$111,626</u>
Highways and streets:				
Road repairs	<u>\$ 10,000</u>	<u>\$ 11,606</u>	<u>\$ (1,606)</u>	<u>\$ 547</u>
Culture and recreation:				
Becnel Park expenses	\$ 70	\$ 65	\$ 5	\$ 10,646
Beautification expenses	<u>1,300</u>	<u>1,260</u>	<u>40</u>	<u>4,384</u>
Total culture and recreation	<u>\$ 1,370</u>	<u>\$ 1,325</u>	<u>\$ 45</u>	<u>\$ 15,030</u>
Total current expenditures (forward)	<u>\$ 88,575</u>	<u>\$ 92,166</u>	<u>\$ (3,591)</u>	<u>\$127,203</u>

TOWN OF IOTA, LOUISIANA
SPECIAL REVENUE FUND
SALES TAX FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	<u>2001</u>			<u>2000</u>
	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)	<u>Actual</u>
Total revenues (forwarded)	<u>\$162,000</u>	<u>\$168,567</u>	<u>\$ 6,567</u>	<u>\$136,355</u>
Total current expenditures (forwarded)	<u>\$ 88,575</u>	<u>\$ 92,166</u>	<u>\$ (3,591)</u>	<u>\$127,203</u>
Capital outlay	<u>22,000</u>	<u>21,703</u>	<u>297</u>	<u>9,345</u>
Total expenditures	<u>\$110,575</u>	<u>\$113,869</u>	<u>\$ (3,294)</u>	<u>\$136,548</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 51,425</u>	<u>\$ 54,698</u>	<u>\$ 3,273</u>	<u>\$ (193)</u>
Other uses:				
Transfers to other funds	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>	<u>(64,500)</u>
Excess (deficiency) of revenues over expenditures and other uses	<u>\$ 31,425</u>	<u>\$ 34,698</u>	<u>\$ 3,273</u>	<u>\$ (64,693)</u>
Fund balance - beginning	<u>188,295</u>	<u>188,295</u>	<u>-</u>	<u>252,988</u>
Fund balance - ending	<u>\$219,720</u>	<u>\$222,993</u>	<u>\$ 3,273</u>	<u>\$188,295</u>

ENTERPRISE FUND

To account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and or/net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

COMBINED UTILITIES FUND - to account for the provision of gas, water, and sewer services to the residents of the Town. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

TOWN OF IOTA, LOUISIANA
ENTERPRISE FUND
COMBINED UTILITIES FUND

COMPARATIVE BALANCE SHEETS
June 30, 2001 and 2000

ASSETS	<u>2001</u>	<u>2000</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 80,621	\$ 75,389
Certificates of deposit	-	31,456
Accounts receivable	43,722	52,450
Grants receivable	89,834	-
Accrued interest receivable	674	674
Other receivables	247	247
Due from other funds	9,202	9,202
Inventory - supplies, at cost (FIFO)	25,976	22,662
Prepaid insurance	<u>1,959</u>	<u>1,959</u>
Total current assets	<u>\$ 252,235</u>	<u>\$ 194,039</u>
RESTRICTED ASSETS		
Bond reserve account	\$ 4,455	\$ 2,640
Bond capital additions and contingencies account	4,644	2,752
Revenue bond and interest sinking fund	17,298	20,589
Customers' deposits:		
Cash and cash equivalents	9,448	7,090
Certificates of deposit	<u>36,458</u>	<u>35,041</u>
Total restricted assets	<u>\$ 72,303</u>	<u>\$ 68,112</u>
PLANT AND EQUIPMENT, at cost, net of accumulated depreciation of \$1,325,703 and \$1,215,300 at June 30, 2001 and 2000, respectively	<u>\$1,926,173</u>	<u>\$1,654,359</u>
Total assets	<u><u>\$2,250,711</u></u>	<u><u>\$1,916,510</u></u>

LIABILITIES AND FUND EQUITY	<u>2001</u>	<u>2000</u>
CURRENT LIABILITIES		
Payable from current assets:		
Accounts payable	\$ 106,324	\$ 14,527
Retainage payable	21,518	-
Sales tax payable	563	670
Accrued payroll	6,545	5,389
Due to other funds	<u>13,820</u>	<u>7,498</u>
Total current liabilities (payable from current assets)	\$ <u>148,770</u>	\$ <u>28,084</u>
Payable from restricted assets:		
Revenue bonds payable	\$ 7,307	\$ 6,969
Accrued interest payable	2,615	2,615
Customers' deposits	<u>37,598</u>	<u>35,710</u>
Total current liabilities (payable from restricted assets)	\$ <u>47,520</u>	\$ <u>45,294</u>
Total current liabilities	\$ 196,290	\$ 73,378
OTHER LIABILITIES		
Revenue bonds payable	<u>673,582</u>	<u>680,889</u>
Total liabilities	\$ <u>869,872</u>	\$ <u>754,267</u>
FUND EQUITY		
Contributed capital	<u>\$1,850,703</u>	<u>\$1,509,771</u>
Retained earnings:		
Reserved for revenue bond retirement	\$ 11,830	\$ 13,645
Reserved for revenue bond contingency	4,644	2,752
Reserved for customer deposits	8,308	6,421
Unreserved	<u>(494,646)</u>	<u>(370,346)</u>
Total retained earnings	\$ <u>(469,864)</u>	\$ <u>(347,528)</u>
Total fund equity	<u>\$1,380,839</u>	<u>\$1,162,243</u>
Total liabilities and fund equity	<u>\$2,250,711</u>	<u>\$1,916,510</u>

TOWN OF IOTA, LOUISIANA
ENTERPRISE FUND
COMBINED UTILITIES FUND

STATEMENT OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	2001			2000
	Budget	Actual	Variance- Favorable (Unfavorable)	Actual
Operating revenues:				
Charges for services:				
Natural gas sales	\$ 285,000	\$ 281,223	\$ (3,777)	\$ 181,694
Water sales	150,000	146,682	(3,318)	145,790
Sewer fees	98,000	95,099	(2,901)	95,953
Reconnection charge	4,200	4,190	(10)	2,300
Overdue penalty	6,700	6,734	34	6,035
Customer transfer fee	620	620	-	575
Water tap fees	400	400	-	2,365
Sewer tap fees	60	211	151	1,645
Gas tap fees	-	-	-	1,550
Bad debt recovery	200	199	(1)	576
Total charges for services	\$ 545,180	\$ 535,358	\$ (9,822)	\$ 438,483
Miscellaneous revenue	2,200	6,518	4,318	887
 Total revenues (totals forward)	 \$ 547,380	 \$ 541,876	 \$ (5,504)	 \$ 439,370
Operating expenses:				
Personal services:				
Salaries and wages	\$ 160,000	\$ 155,671	\$ 4,329	\$ 142,021
 Fuel purchased	 \$ 200,000	 \$ 198,818	 \$ 1,182	 \$ 87,453
Supplies and materials:				
Gas system	\$ 1,200	\$ 8,298	\$ (7,098)	\$ 10,720
Water system	22,000	22,009	(9)	19,104
Sewer system	900	893	7	696
Total supplies and materials	\$ 24,100	\$ 31,200	\$ (7,100)	\$ 30,520
Utilities:				
Gas system	\$ 3,000	\$ 4,868	\$ (1,868)	\$ 3,613
Water system	16,475	19,153	(2,678)	14,499
Sewer system	-	-	-	387
Total utilities	\$ 19,475	\$ 24,021	\$ (4,546)	\$ 18,499
 Depreciation	 \$ 135,000	 \$ 110,402	 \$ 24,598	 \$ 109,026
 Subtotals forward	 \$ 538,575	 \$ 520,112	 \$ 18,463	 \$ 387,519

TOWN OF IOTA, LOUISIANA
ENTERPRISE FUND
COMBINED UTILITIES FUND

STATEMENT OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	<u>2001</u>			<u>2000</u>
	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)	<u>Actual</u>
Operating revenues:				
Totals forwarded	\$ 547,380	\$ 541,876	\$ (5,504)	\$ 439,370
Operating expenses:				
Subtotals forwarded	\$ 538,575	\$ 520,112	\$ 18,463	\$ 387,519
Operating expenses (continued):				
Benefit payments:				
Payroll taxes	\$ 12,200	\$ 11,813	\$ 387	\$ 10,801
Health insurance	4,000	6,467	(2,467)	6,567
Total benefit payments	\$ 16,200	\$ 18,280	\$ (2,080)	\$ 17,368
Other operating expenses:				
Repairs and maintenance:				
Gas system	\$ 5,500	\$ 11,331	\$ (5,831)	\$ 5,732
Water system	21,000	28,023	(7,023)	34,850
Sewer system	2,300	2,325	(25)	515
Miscellaneous:				
Gas system	165	165	-	181
Sewer system	-	1,400	(1,400)	-
Printing, stationery, and supplies	4,400	4,533	(133)	3,333
Insurance	25,000	22,141	2,859	20,920
Superintendent's truck expense	6,400	7,078	(678)	6,311
Bad debts	-	1,301	(1,301)	922
Auditing and accounting	5,200	5,229	(29)	4,967
Legal fees	1,600	1,638	(38)	796
Miscellaneous general expense	21,355	20,246	1,109	21,161
Construction expense	229,000	9,649	219,351	-
Engineering services	600	-	600	1,400
Total other operating expenses	\$ 322,520	\$ 115,059	\$ 207,461	\$ 101,088
Total operating expenses	\$ 877,295	\$ 653,451	\$ 223,844	\$ 505,975
Operating loss (totals forward)	\$ (329,915)	\$ (111,575)	\$ 218,340	\$ (66,605)

TOWN OF IOTA, LOUISIANA
ENTERPRISE FUND
COMBINED UTILITIES FUND

STATEMENT OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL
Year Ended June 30, 2001
With Comparative Actual Amounts for Year Ended June 30, 2000

	<u>2001</u>			<u>2000</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Actual</u>
Operating loss (totals forwarded)	<u>\$ (329,915)</u>	<u>\$ (111,575)</u>	<u>\$ 218,340</u>	<u>\$ (66,605)</u>
Non-operating revenues (expenses):				
Investment income	\$ 2,800	\$ 3,233	\$ 433	\$ 3,229
Interest expense	(32,600)	(32,522)	78	(34,403)
Grant income	178,000	10,630	(167,370)	-
Gain on sale of fixed assets	-	-	-	250
Total non-operating revenues (expenses)	<u>\$ 148,200</u>	<u>\$ (18,659)</u>	<u>\$ (166,859)</u>	<u>\$ (30,924)</u>
Loss before operating interfund transfers	<u>\$ (181,715)</u>	<u>\$ (130,234)</u>	<u>\$ 51,481</u>	<u>\$ (97,529)</u>
Operating interfund transfers:				
Operating transfers in	\$ 10,000	\$ 10,000	\$ -	\$ 19,500
Operating transfers out	<u>(1,650)</u>	<u>(21,664)</u>	<u>(20,014)</u>	<u>(2,080)</u>
Total operating interfund transfers	<u>\$ 8,350</u>	<u>\$ (11,664)</u>	<u>\$ (20,014)</u>	<u>\$ 17,420</u>
Net loss	<u>\$ (173,365)</u>	<u>\$ (141,898)</u>	<u>\$ 31,467</u>	<u>\$ (80,109)</u>
Depreciation transferred to contributions		<u>19,562</u>		<u>15,789</u>
Decrease in retained earnings		<u>\$ (122,336)</u>		<u>\$ (64,320)</u>

TOWN OF IOTA, LOUISIANA
ENTERPRISE FUND
COMBINED UTILITIES FUND

STATEMENTS OF CHANGES IN RETAINED EARNINGS
Years Ended June 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Balance, beginning	\$(347,528)	\$(283,208)
Net loss	<u>(122,336)</u>	<u>(64,320)</u>
Balance, ending	<u>\$(469,864)</u>	<u>\$(347,528)</u>

TOWN OF IOTA, LOUISIANA
ENTERPRISE FUND
COMBINED UTILITIES FUND

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS -
RESTRICTED ACCOUNTS REQUIRED BY BOND ORDINANCE
Year Ended June 30, 2001

	Bond and Interest Sinking Fund	Reserve Fund	Capital Additions & Contingency Fund	Total
Cash and investments, beginning	\$ 20,589	\$ 2,640	\$ 2,752	\$ 25,981
Cash receipts:				
Transfers from operating account	<u>36,201</u>	<u>1,815</u>	<u>1,892</u>	<u>39,908</u>
Total cash and investments available	\$ 56,790	\$ 4,455	\$ 4,644	\$ 65,889
Cash disbursements:				
Payment on matured bonds and interest	<u>39,492</u>	<u>-</u>	<u>-</u>	<u>39,492</u>
Cash and investments, ending	<u>\$ 17,298</u>	<u>\$ 4,455</u>	<u>\$ 4,644</u>	<u>\$ 26,397</u>

FIDUCIARY FUND

AGENCY FUND:

To account for assets held by the government as an agent for other funds.

PAYROLL FUND - to account for the disbursement of salaries and expenditures incurred in conjunction with payrolls.

TOWN OF IOTA, LOUISIANA
FIDUCIARY FUND
PAYROLL FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
June 30, 2001 and 2000

	Balance, July 1, 2000	Additions	Deductions	Balance, June 30, 2001
ASSETS				
Cash and cash equivalents	<u>\$ 12,778</u>	<u>\$283,214</u>	<u>\$284,178</u>	<u>\$ 11,814</u>
Total assets	<u>\$ 12,778</u>	<u>\$283,214</u>	<u>\$284,178</u>	<u>\$ 11,814</u>
LIABILITIES				
Accounts payable	\$ 132	\$ -	\$ 80	\$ 52
Payroll taxes and garnishments payable	1,039	82,076	81,853	1,262
Due to other funds	<u>11,607</u>	<u>304,487</u>	<u>305,594</u>	<u>10,500</u>
Total liabilities	<u>\$ 12,778</u>	<u>\$386,563</u>	<u>\$387,527</u>	<u>\$ 11,814</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets used in governmental fund type operations.

TOWN OF IOTA, LOUISIANA
GENERAL FIXED ASSETS ACCOUNT GROUP

STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
Year Ended June 30, 2001

	Balance, July 1, 2000	Additions	Deductions	Balance, June 30, 2001
General fixed assets, at cost:				
Land	\$ 31,847	\$ -	\$ -	\$ 31,847
Building and improvements	72,027	-	-	72,027
Improvements other than buildings	321,744	-	-	321,744
Equipment	<u>217,456</u>	<u>26,940</u>	<u>3,500</u>	<u>240,896</u>
Total general fixed assets	<u>\$643,074</u>	<u>\$ 26,940</u>	<u>\$ 3,500</u>	<u>\$666,514</u>
Investment in general fixed assets from:				
Federal grant	\$ 33,969	\$ -	\$ -	\$ 33,969
General fund revenues	337,280	4,562	3,500	338,342
Sales tax fund revenues	178,406	22,378	-	200,784
Federal and state revenue sharing revenues	<u>93,419</u>	<u>-</u>	<u>-</u>	<u>93,419</u>
Total investment in general fixed assets	<u>\$643,074</u>	<u>\$ 26,940</u>	<u>\$ 3,500</u>	<u>\$666,514</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for general long-term debt and liabilities expected to be financed with resources to be provided in future periods from governmental funds.

TOWN OF IOTA, LOUISIANA
GENERAL LONG-TERM DEBT ACCOUNT GROUP

STATEMENT OF GENERAL LONG-TERM DEBT
Year Ended June 30, 2001 and 2000

	1993 Series General Obligation Bonds	
	<u>2001</u>	<u>2000</u>
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT		
Amount available for debt service	\$ 7,631	\$ 6,468
Amount to be provided from: Excess revenues of the Town	<u>7,369</u>	<u>18,532</u>
Total available and to be provided for retirement of long-term debt	<u>\$ 15,000</u>	<u>\$ 25,000</u>
GENERAL LONG-TERM DEBT PAYABLE		
Bonds payable	<u>\$ 15,000</u>	<u>\$ 25,000</u>

SUPPLEMENTARY INFORMATION

This page is intentionally left blank.

TOWN OF IOTA, LOUISIANA
 COMBINED SCHEDULE OF INVESTMENTS - ALL FUNDS
 June 30, 2001

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Sales Tax Fund:			
Certificate of deposit -			
Bank of Commerce & Trust Co.	5.35%	03-22-02	\$ 50,596
Bank of Commerce & Trust Co.	6.00%	11-26-01	<u>94,232</u>
Total Sales Tax Fund			<u>\$144,828</u>
Combined Utilities Fund:			
Certificates of deposit -			
Bank of Commerce & Trust Co.	5.50%	08-02-01	\$ 9,000
Bank of Commerce & Trust Co.	5.35%	02-27-02	18,638
Bank of Commerce & Trust Co.	5.55%	01-15-02	<u>8,820</u>
Total Combined Utilities Fund			<u>\$ 36,458</u>
Total, all funds			<u>\$181,286</u>

TOWN OF IOTA, LOUISIANA
SCHEDULE OF INSURANCE IN FORCE
(Unaudited)
June 30, 2001

<u>Insurer</u>	<u>Assets Covered</u>
Commercial Union Insurance Companies	Town Hall and improvements
Commercial Union Insurance Companies	Municipal building
Commercial Union Insurance Companies	Water plant and improvements
Commercial Union Insurance Companies	Rescue unit building and meeting house
Commercial Union Insurance Companies	Equipment warehouses
Commercial Union Insurance Companies	Sewer treatment plant and improvements
Louisiana Municipal Risk Management	Law enforcement officers and public officials
Louisiana Municipal Risk Management	Municipal employees and volunteer firemen
Louisiana Municipal Risk Management	Automobiles
Louisiana Municipal Risk Management	General Liability
Williams Insurance	Mayor, clerk, tax collector, and secretary
Williams Insurance	Clerk
Williams Insurance	Secretary
Williams Insurance	Tax collector
Williams Insurance	Mayor
Audubon Insurance Group	Police automobiles

Schedule 2

<u>Risk Covered</u>	<u>Limits Coverage</u>	<u>Co-Insurance Clause</u>	<u>Expiration Date</u>
Fire, lightning, extended coverage, vandalism and malicious mischief	\$ 114,100	80%	04-12-02
Fire, lightning, extended coverage, vandalism and malicious mischief	\$ 88,600	80%	04-12-02
Fire, lightening, extended coverage, vandalism and malicious mischief	\$1,018,200	80%	04-12-02
Fire, lightening, extended coverage, vandalism and malicious mischief	\$ 36,300	80%	04-12-02
Fire, lightening, extended coverage, vandalism and malicious mischief	\$ 147,100	80%	04-12-02
Fire, lightening, extended coverage, vandalism and malicious mischief	\$ 569,900	80%	04-12-02
Bond	\$1,000,000	-	05-01-02
Workmen's compensation & employer's employer's liability	Statutory	-	12-31-01
Comprehensive collision	\$ 500,000	-	05-01-02
Fire, medical payments, property damage	\$ 500,000	-	05-01-02
Bond	\$ 40,000	-	10-16-01
Bond	\$ 20,000	-	10-28-01
Bond	\$ 20,000	-	11-18-01
Bond	\$ 20,000	-	11-16-01
Bond	\$ 20,000	-	12-09-01
Commercial auto physical damage	Total loss endorsement	-	07-23-01

TOWN OF IOTA, LOUISIANA

SCHEDULE OF COMPENSATION PAID TO MAYOR/BOARD OF ALDERMEN
Year Ended June 30, 2001

John D. Sittig, Mayor	\$ 9,600
Warren Pousson	1,500
Raleigh Miller	1,500
J. D. Leger	625
Thomas Miller	1,500
Troy Lantz	1,500
R. B. Fontenot	875
Total	<u>\$17,100</u>

The schedule of compensation paid to the Mayor and Board of Aldermen is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature. In accordance with Louisiana Revised Statute 33:1233, the Town has elected the monthly payment method of compensation. Under this method, the Mayor receives \$800 per month and the Aldermen receives \$125 per month.

TOWN OF IOTA, LOUISIANA
UTILITY FUNDSCHEDULE OF AGED ACCOUNTS RECEIVABLE
Year Ended June 30, 2001

0-30 Days	\$34,556
31-60 Days	635
61-90 Days	598
91-120 Days	<u>56</u>
Total accounts receivable	<u>\$35,845</u>

TOWN OF IOTA, LOUISIANA
UTILITY FUND

SCHEDULE OF UTILITY RATES
Year Ended June 30, 2001

Water

First 2,000 gallons per month	\$ 10.00
Over 2,000 gallons	\$2.00 per 1,000 gallons or each part thereof

Sewer

Based on water sold:	
First 2,000 gallons per month	\$ 7.00
Over 2,000 gallons	\$1.50 per 1,000 gallons or each part thereof

Gas

0-200 cubic feet	\$ 6.75
Over 200 cubic feet	\$.70 per 100 cubic feet or part thereof

TOWN OF IOTA, LOUISIANA
UTILITY FUNDSCHEDULE OF CUSTOMERS
Year Ended June 30, 2001

	<u>Water</u>	<u>Sewer</u>	<u>Gas</u>
Residential	569	515	384
Commercial	38	34	44
Schools	<u>5</u>	<u>5</u>	<u>5</u>
Total	<u>\$ 612</u>	<u>\$ 554</u>	<u>\$ 433</u>

This page is intentionally left blank.



BROUSSARD, POCHE', LEWIS & BREAUX, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

122 East 5th St.

P.O. Drawer 307

Crowley, Louisiana

70527-0307

phone: (337) 783-0650

fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930

Opelousas, LA
(337) 942-5217

Abbeville, LA
(337) 898-1497

New Iberia, LA
(337) 364-4554

Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*

Donald W. Kelley, CPA*

Herbert Lemoine II, CPA*

Frank A. Stagno, CPA*

Scott J. Broussard, CPA*

L. Charles Abshire, CPA*

Kenneth R. Dugas, CPA*

P. John Blanchet III, CPA*

Stephen L. Lambousy, CPA*

Craig C. Babineaux, CPA*

Peter C. Borrello, CPA*

George J. Trappey III, CPA*

Gregory B. Milton, CPA*

S. Scott Soileau, CPA*

Patrick D. McCarthy, CPA*

Martha B. Wyatt, CPA*

Troy J. Breau, CPA*

Fayette T. Dupre', CPA*

Mary A. Castillo, CPA*

Retired:

Sidney L. Broussard, CPA 1980

Leon K. Poche', CPA 1984

James H. Breau, CPA 1987

Erma R. Walton, CPA 1988

George A. Lewis, CPA* 1992

Geraldine J. Wimberley, CPA* 1995

Rodney L. Savoy, CPA* 1996

Larry G. Broussard, CPA* 1996

Lawrence A. Cramer, CPA* 1999

Michael P. Crochet, CPA* 1999

Members of American Institute of
Certified Public Accountants
Society of Louisiana Certified
Public Accountants

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Honorable John D. Sittig, Mayor
and the Board of Aldermen
Town of Iota, Louisiana

We have audited the financial statements of the Town of Iota, Louisiana, as of and for the year ended June 30, 2001, and have issued our report thereon dated November 30, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Town of Iota, Louisiana's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Iota, Louisiana's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to

To the Honorable John D. Sittig, Mayor
and the Board of Aldermen
Town of Iota, Louisiana

provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be a material weakness. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Mayor, Board of Aldermen, Town of Iota's management, the Louisiana Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Broussard, Poche, Lewis & Breaux, L.L.P.

Crowley, Louisiana
November 30, 2001



BROUSSARD, POCHE, LEWIS & BREAU, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS

122 East 5th St.
P.O. Drawer 807
Crowley, Louisiana
70527-0307
phone: (337) 783-0650
fax: (337) 783-7238

Other Offices:

Lafayette, LA
(337) 988-4930
Opelousas, LA
(337) 942-5217
Abbeville, LA
(337) 898-1497
New Iberia, LA
(337) 364-4554
Church Point, LA
(337) 684-2855

Eugene C. Gilder, CPA*
Donald W. Kelley, CPA*
Herbert Lemoine II, CPA*
Frank A. Stagno, CPA*
Scott J. Broussard, CPA*
L. Charles Abshire, CPA*
Kenneth R. Dugas, CPA*
P. John Blanchet III, CPA*
Stephen L. Lambousy, CPA*
Craig C. Bolineaux, CPA*
Peter C. Borrello, CPA*
George J. Trappey III, CPA*
Gregory B. Milton, CPA*
S. Scott Soileau, CPA*
Patrick D. McCarthy, CPA*
Martha B. Wyatt, CPA*
Troy J. Breaux, CPA*
Fayette T. Dupre, CPA*
Mary A. Castillo, CPA*

Retired:

Sidney L. Broussard, CPA 1980
Leon K. Poche, CPA 1984
James H. Breaux, CPA 1987
Erin K. Walton, CPA 1988
George A. Lewis, CPA* 1992
Geraldine J. Wimberley, CPA* 1995
Rodney L. Savoy, CPA* 1996
Larry G. Broussard, CPA* 1996
Lawrence A. Cramer, CPA* 1999
Michael P. Crochet, CPA* 1999

Members of American Institute of
Certified Public Accountants
Society of Louisiana Certified
Public Accountants

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable John D. Sittig, Mayor
and the Board of Aldermen
Town of Iota, Louisiana

Compliance

We have audited the compliance of the Town of Iota, Louisiana, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2001. The Town of Iota, Louisiana's, major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Town of Iota, Louisiana's, management. Our responsibility is to express an opinion on the Town of Iota, Louisiana's, compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis evidence about the Town of Iota, Louisiana's, compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Town of Iota, Louisiana's, compliance with those requirements.

In our opinion, the Town of Iota, Louisiana, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

To the Honorable John D. Sittig, Mayor
and the Board of Aldermen
Town of Iota, Louisiana

Internal Control Over Compliance

The management of the Town of Iota, Louisiana, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Town of Iota, Louisiana's, internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and use of management, federal awarding agencies and the Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Broussard, Poché, Lewis & Breaux, L.L.P.

Crowley, Louisiana
November 30, 2001

TOWN OF IOTA, LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2001

We have audited the financial statements of the Town of Iota, Louisiana, as of and for the year ended June 30, 2001, and have issued our report thereon dated November 30, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2001 resulted in an unqualified opinion.

Section I. Summary of Auditor's Reports**a. Report on Internal Control and Compliance Material to the Financial Statements**

Internal Control

Material Weaknesses ____ Yes X No Reportable Conditions ____ Yes X No

Compliance

Compliance Material to Financial Statements ____ Yes X No**b. Federal Awards**

Internal Control

Material Weaknesses ____ Yes X No Reportable Conditions ____ Yes X No

Type of auditors' report issued on compliance for major programs: unqualified.

Identification of major programs:

CFDA NumberName of Federal Program

14.228

LCDBG Fire Improvement Grant

c. The Town does not qualify as a low-risk auditee.

\$300,000 was the threshold for Type A and Type B programs.

Section II. Financial Statement Findings

None reported.

Section III. Federal Awards Findings and Questioned Costs

There were no matters noted relating to reportable conditions, material weaknesses, or instances of noncompliance, including questioned costs, related to federal awards for the year ended June 30, 2001.

TOWN OF IOTA, LOUISIANA

SCHEDULE OF PRIOR YEAR FINDINGS
Year Ended June 30, 2001

Section I. Internal Control and Compliance Material to the Financial Statements

#2000-1 Compliance: Budget

Finding:

For the year ended June 30, 2000, actual expenditures exceeded budgeted expenditures by more than five percent in the General Fund.

Recommendation:

We recommend that the budget continue to be closely monitored and every effort possible be made to stay within the five percent limitation as has been done in the past.

Current status:

The Town is in compliance with the Local Government Budget Act during fiscal year 2001.

Section II. Internal Control and Compliance Material to Federal Awards

There were no matters reported relating to reportable conditions, material weaknesses, or instances of noncompliance, including questioned costs, related to the federal awards for the year ended June 30, 2000.

Section III. Management Letter

There were no matters reported in a separate management letter for the year ended June 30, 2000.

This page is intentionally left blank.

TOWN OF IOTA, LOUISIANA

SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2001

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Federal Assistance ID Number</u>
<u>Direct:</u>		
US Department of Justice- Community Oriented Policing Services Universal Hiring	16.710	1999UMWX2859
US Department of Agriculture- Rural Development Grant	10.760	RD Grant 5 & RD Grant 7
<u>Pass-Through:</u>		
US Department of Justice- Louisiana Commission on Law Enforcement and Administration of Criminal Justice Equipment Grant	16.579	-
US Department of Housing and Urban Development- State of Louisiana Division of Administration: LCDBG Fire Improvement Grant	14.228	-

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards is presented on the modified accrual basis of accounting.

Pass-
Through
Grantor's
Number

Total
Current Year
Expenditures

N/A

\$ 12,440

N/A

110,713

P01-4-001

2,344

CFMS #558307

267,411

\$392,908

TOWN OF IOTA

Board of Aldermen:
Troy Lantz
Warren Pousson
Raleigh Miller
Thomas Miller
R. B. Fontenot

Mayor:
John D. Sittig

116 Duson Avenue
P. O. Drawer 890
Iota, LA 70543
Phone 337-779-2597
FAX 337-779-2599

MANAGEMENT'S CORRECTIVE ACTION PLAN Year Ended June 30, 2001

Section I. Internal Control and Compliance Material to the Financial Statements

The audit report did not contain any findings material to the financial statements.

Section II. Internal Control and Compliance Material to Federal Awards

There were no matters reported relating to reportable conditions, material weaknesses, or instances of noncompliance, including questioned costs, related to federal awards for the year ended June 30, 2001.

Section III. Management Letter

There were no matters reported in a separate management letter for the year ended June 30, 2001.

Responsible Party: John D. Sittig, Mayor